

COUNTY OF FAUQUIER, VIRGINIA

Exhibit 31

**Reconciliation of the Balance Sheet of the Governmental Funds
to the Statement of Net Assets**

**Discretely Presented Component Unit – School Board
Fiscal Year Ended June 30, 2005**

Total fund balances - discretely presented component unit - School Board **\$ 507,812**

Amounts reported for governmental activities in the statement of net assets (Exhibit 1) are different because:

Capital assets used in governmental activities are not current financial resources and therefore not reported in the governmental funds. 47,773,055

Long-term liabilities, (compensated absences) are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds. (3,830,510)

Net assets of governmental activities **\$ 44,450,357**